

[107h3050.ih]

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(Original Signature of Member)

108TH CONGRESS
1ST SESSION

H. R. _____

IN THE HOUSE OF REPRESENTATIVES

Mr. FLAKE introduced the following bill; which was referred to the Committee
on _____

A BILL

To amend the Internal Revenue Code of 1986 to make effective as of January 1, 2003, all of the individual income tax rate reductions, and to amend the Economic Growth and Tax Relief Reconciliation Act of 2001 to repeal the sunset of such rate reductions.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*



1 **SECTION 1. INDIVIDUAL INCOME TAX RATE REDUCTIONS**

2 **MADE EFFECTIVE JANUARY 1, 2003.**

3 (a) IN GENERAL.—Paragraph (2) of section 1(i) of
4 the Internal Revenue Code of 1986 is amended to read
5 as follows:

6 “(2) REDUCTIONS IN RATES AFTER DECEMBER
7 31, 2002.—In the case of taxable years beginning in
8 a calendar year after 2002, the corresponding per-
9 centage specified for such calendar year in the fol-
10 lowing table shall be substituted for the otherwise
11 applicable tax rate in the tables under subsections
12 (a), (b), (c), (d), and (e).

“In the case of taxable years beginning during calendar year:	The corresponding percentages shall be substituted for the following percentages:			
	28%	31%	36%	39.6%
2003 and thereafter	25.0%	28.0%	33.0%	35.0%

13 (b) EFFECTIVE DATE.—The amendment made by
14 this section shall apply to taxable years beginning after
15 December 31, 2002.

16 **SEC. 2. INDIVIDUAL INCOME TAX RATE REDUCTIONS MADE**

17 **PERMANENT.**

18 Section 901 of the Economic Growth and Tax Relief
19 Reconciliation Act of 2001 (Public Law 107–16) is
20 amended by adding at the end the following new sub-
21 section:

22 “(c) INDIVIDUAL INCOME TAX RATE REDUCTIONS
23 MADE PERMANENT.—Subsections (a) and (b) shall not



1 apply to the provisions of, and amendments made by, title

2 I.”

